



DAVID C. DAMSCHEN
STATE TREASURER

STATE OF UTAH

OFFICE OF THE STATE TREASURER

Utah STATE CAPITOL COMPLEX
350 N STATE STREET, Suite 180

P. O. Box 142315
SALT LAKE CITY, UTAH 84114-2315

TEL: (801) 538-1042

FAX: (801) 538-1465

TDD: (801) 538-1042

KIRT W. SLAUGH
CHIEF DEPUTY

CHRISTINE M. BRANDT
STATE INVESTMENT OFFICER

Senator Jerry W. Stevenson
Representative Brad R. Wilson
Prison Development Commission
House Building, Suite W310
Salt Lake City, UT 84114

March 31, 2017

Re: Request for Recommendations of the Prison Development Commission

Honorable Chairmen of the Prison Development Commission:

The State Bonding Commission (the "*Bonding Commission*") of the State of Utah (the "*State*") has initiated the processes for issuing the State's general obligation bonds (the "*Bonds*") authorized pursuant to Section 63B-25-101 of the Utah Code Annotated 1953, as amended (the "*Utah Code*"), to pay a portion of the costs of the prison project described in Section 63C-16-102 of the Utah Code. Prior to issuing the Bonds, Section 63B-25-101(6) of the Utah Code requires the Bonding Commission to request and consider a recommendation from the Prison Development Commission (the "*Prison Commission*") regarding the timing and amount of the issuance of the Bonds.

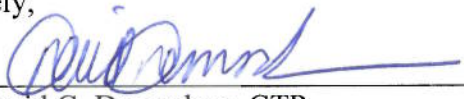
With this letter the Bonding Commission formally requests that the Prison Commission provide the Bonding Commission with a written recommendation regarding the timing and the amount of the issuance of the Bonds for the prison project by no later than Wednesday, May 17, 2017. The written recommendation should be submitted to David C. Damschen, Utah State Treasurer and Member of the Bonding Commission.

In considering the recommendation of the Prison Commission, the Bonding Commission must be mindful of the authorization of general obligation bonds for certain transportation projects contained in S.B. 277 (2017) (the "*Transportation Bonds*"), which limits the amount of Transportation Bonds that can be issued such that Bonding Commission may not issue Transportation Bonds if the amount to be issued would cause the total current outstanding general obligation debt of the State to exceed 50% of the limitation described in the Utah Constitution, Article XIV, Section 1.

If there are any questions, please contact me at (801) 538-1042.

Sincerely,

By



David C. Damschen, CTP
Utah State Treasurer and
Member of the State Bonding
Commission

cc: Tani Pack Downing, Executive Director, Administrative Services
Eric Tholen, Director, Facilities Construction and Management
Reed Stringham, Assistant Utah Attorney General
Perri Babalis, Assistant Utah Attorney General
Ryan Bjerke, Chapman and Cutler LLP
Bryan J. Bean, Legislative Fiscal Analyst